

**Verizon New England Inc.
d/b/a Verizon Massachusetts**

Commonwealth of Massachusetts

D.T.E. 01-20 (Part A)

Respondent: James H. Vander Weide
Title: Research Professor of Finance

REQUEST: AT&T Communications of New England, Inc., Set #10

DATED: May 21, 2001

ITEM: ATT 10-3 Please provide a schedule of all TELRIC UNE cost proceedings in which Dr. Vander Weide has testified, including date of testimony, regulatory body to which the testimony was submitted, and case identification number. Please include on this schedule the cost of debt, cost of equity, capital structure weights and overall cost of capital recommended by Dr. Vander Weide in each proceeding. Please also include on this schedule the cost of debt, cost of equity, capital structure weights and overall cost of capital decided by each regulatory body in its final decision.

REPLY: Verizon MA objects to this question on the grounds that it is burdensome to produce. Notwithstanding this objection, Verizon MA provides the following response.

The requested information is provided in the attached table, with the exception of the requested information on final decisions.
Dr. Vander Weide does not maintain information on all final regulatory decisions.

Date	Jurisdiction	Docket No.	Cost of Debt	Cost of Equity	% Debt	% Equity	WACC
December-96	Delaware	96324	7.6%	14.9%	23.8%	76.2%	13.18%
August-98	Florida	980696-TP	6.94%	14.30%	22.45%	77.55%	12.65%
August-97	Hawaii	7702	7.64%	14.68%	22.18%	77.82%	13.12%
June-98	Illinois	960503	6.94%	14.30%	22.45%	77.55%	12.65%
October-97	Indiana	40618	7.64%	14.68%	22.18%	77.82%	13.12%
September-97	Iowa	RPU-96-7	7.64%	14.68%	22.18%	77.82%	13.12%
April-97	Maine	96-781	7.63%	14.91%	23.77%	76.23%	13.18%
January-97	Maryland	8731	7.63%	14.91%	23.77%	76.23%	13.18%
October-96	Massachusetts	DPU 96-73/74,-75, -80/81, -83, -94	7.87%	14.81%	23.51%	76.49%	13.18%
May-01	Massachusetts	01-20	7.55%	14.75%	25%	75%	12.95%
April-97	Michigan	U11281	7.63%	14.91%	23.77%	76.23%	13.18%
October-97	Minnesota	P442,407/5321/C1961541	7.64%	14.68%	22.18%	77.82%	13.12%
December-97	Minnesota	P999/M97909	7.64%	14.68%	22.18%	77.82%	13.12%
June-98	Missouri	TO98329	6.94%	14.30%	22.45%	77.55%	12.65%
April-98	Nebraska	C1416	7.64%	14.68%	22.18%	77.82%	13.12%
May-97	Nevada	96-9035	NA				
October-96	New Hampshire		7.87%	14.81%	23.51%	76.49%	13.18%
September-96	New Jersey	TO-96070519	7.9%	14.8%	23.51%	76.49%	13.18%
November-96	New Jersey	TX95120631	7.6%	14.9%	23.8%	76.2%	13.18%
October-00	New Jersey	TO00060356	8.0%	15.1%	25%-20%	75%-80%	13.33%-13.68%
October-97	New Mexico	96310TC,96344TC	7.64%	14.68%	22.18%	77.82%	13.12%
September-96	New York	95-C-0657, 94-C-0095,91-C-1174	7.9%	14.8%	23.51%	76.49%	13.18%
February-00	New York	98-C-1357	7.77%	14.78%	25%-20%	75%-80%	13.03%-13.38%
March-98	North Carolina	P100Sub133d	7.64%	14.68%	22.18%	77.82%	13.12%
October-98	Ohio	96899TPALT	6.94%	14.30%	22.45%	77.55%	12.65%
December-97	Oregon	UM874	NA	14.68%	NA	NA	NA
February-97	Pennsylvania	A310203,213,236,258F002	7.63%	14.91%	23.77%	76.23%	13.18%
November-97	Pennsylvania	A310125F0002	7.64%	14.68%	22.18%	77.82%	13.12%
November-97	Rhode Island	2681	7.63%	14.91%	23.77%	76.23%	13.18%
February-98	Texas	18515	7.64%	14.68%	22.18%	77.82%	13.12%
July-97	Vermont	5713	7.63%	14.91%	23.77%	76.23%	13.18%
April-97	Virginia	970005	7.6%	14.9%	23.8%	76.2%	13.18%
January-97	Washington, D.C.	962	7.6%	14.9%	23.8%	76.2%	13.18%
January-97	West Virginia	961516, 1561, 1009TPC,961533TT	7.63%	14.91%	23.77%	76.23%	13.18%

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ITEM: ATT 10-5 With reference to Dr. Vander Weide's schedule JVW-1 (pg. 3 of 3), in the source note he indicates that "the I/B/E/S growth rate is the April mean estimate of the long-term growth rate as reported by Compustat." However, in the notation he indicates that g is "I/B/E/S mean forecast of future earnings growth March 2001." Which set of forecasts did he actually use in his calculations?

REPLY: The calculations use the I/B/E/S mean forecasts as reported by Compustat at the time data were downloaded on April 19, 2001.

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D.T.E. 01-20 (Part A)

Respondent: Donald Albert

Title: Director – Network Engineering

REQUEST: AT&T Communications of New England, Inc., Set #10

DATED: May 21, 2001

ITEM: ATT 10-6 Please state how many local switches Verizon-New England had in service as of 6/30/00, 12/31/00, and 3/31/01.

REPLY: Please see Verizon MA's response to Information Request ATT 2-2.
The answer is the same for 6-30-00, 12-31-00, and 3-31-01

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